

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

MARKET-DOMINANT PRICE CHANGE

Docket No. R2020-1

USPS NOTICE OF FILING USPS-LR-R2020-1/NP2
(November 20, 2019)

The Postal Service has filed the following library reference in the **Non-Public Annex** in this proceeding:

USPS-LR-R2020-1/NP2

**INBOUND LETTER POST WORKPAPER
(Remand)**

This library reference has been uploaded to the Non-Public Library References folder on the United States Postal Service Secure Large File Transfer Web Application portal (USPS SLFT). Pursuant to 39 C.F.R. § 3007.201(c), the Postal Service incorporates by reference the application for non-public treatment filed in this docket on October 25, 2019.¹

This workpaper includes one preface and three price cap calculation files:

- Inbound CAPCALC-R2020-1 Remand Calc 1.xlsx
- Inbound CAPCALC-R2020-1 Remand Calc 2.xlsx
- Inbound CAPCALC-R2020-1 Remand Calc 3.xlsx

These files calculate the percentage change in rates for Inbound Letter Post under three

¹ See USPS Notice of Filing Revised USPS-LR-R2020-1/NP1 and Revised Application for Non-Public Treatment, Docket No. R2020-1 (Oct. 25, 2019).

discrete scenarios, each of which treats Inbound E-Format Letter Post volume differently.

In Inbound CAPCALC-R2020-1 Remand Calc 1.xlsx, the weight of the January 1 Inbound E-Format Letter Post price change is reduced by half in the percentage change in rates calculation, to account for the transfer of those pieces to the competitive product list on July 1, 2020. The Postal Service explains in its Response to Order No. 5302, also filed today, why this factor is appropriate. Aside from the Inbound E-Format Letter Post adjustment, this file conforms to the Commission's Order No. 5302 workpaper, with one update to include the latest Internal Air Conveyance rates published on November 4, 2019.

Inbound CAPCALC-R2020-1 Remand Calc 2.xlsx removes all historical Inbound E-Format Letter Post volume from the percentage change in rates calculation. This calculation is relevant if the Commission grants the Postal Service's accelerated transfer request, moving up the Inbound E-Format Letter Post transfer to January 1, 2020. Aside from the Inbound E-Format Letter Post adjustment, this file conforms to the Commission's Order No. 5302 workpaper, with the update the Internal Air Conveyance rates mentioned above.

Lastly, if the Commission should, over the Postal Service's objections, reject the half year and full year adjustments to Inbound E-Format Letter Post volume, Inbound CAPCALC-R2020-1 Remand Calc 3.xlsx conforms to the Commission's Order No. 5302 workpaper, with the update to Internal Air Conveyance rates mentioned above.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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